Mine files)

P. P. Braxton

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Mr. Lowell Braxton Associate Director, State of Utah Department of Natural Resource Division of Oil, Gas & Mining Three Triad Center, Suite 350 Salt Lake City, UT 84180-1203



DIVISION OF OIL, GAS & MINING

RE: Plateau Resources
Limited/Nuclear Fuel
Service, Inc. Transfer of
Notice of Intention,
Large Mining Operations

Dear Mr. Braxton:

By letter of August 9, 1989, Plateau Resources Limited ("Plateau") and my client, Nuclear Fuel Services, Inc. ("NFS"), submitted to you Transfers of Notice of Intention, Large Mining Operations, covering the Tony M and Lucky Strike Mines (Act/017/001) and the Frank M Mine (Act/017/017). Although the Division of Oil, Gas & Mining has authority to approve the transfer, the amount and form of the reclamation surety must be approved by the Board of Oil, Gas & Mining. The matter is on the agenda of the Thursday, August 24, 1989 meeting.

The reclamation surety posted by Plateau is \$140,637.58 for the Tony M and Lucky Strike Mines and \$36,619.00 for the Frank M Mine, a total of \$187,256.58. NFS has deposited in excess of that amount in our Escrow Account. My escrow instructions are to promptly pay to DOGM the surety amount approved by the Board during the hearing.

If you have any questions regarding the request for transfer, please feel free to call.

Yours truly,

F. Alan Fletcher

FAF/1h 1235.01

cc: Mr. Paul F. Schutt Oliver C. Murray, Jr., Esq.